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RETAIL PRICES AND BASIC WAGE RATES - JUNE QUARTER, 1963 CONSUMER PRICE INDEX

The Consumer Price Index measures quarterly, for each capital city separately, the variations in prices of commodities and services as affecting a high proportion of the expenditure of wage-earner households. Commodities and services included in the index are food, clothing, drapery, home ownership, rent of privately owned and government owned houses, fuel, light, household appliances and supplies, fares, motoring, tobacco, cigarettes, beer, cinema, radio and television licenses, newspapers, postal and telephone services, hairdressing, dry cleaning, and various other items.

The various commodities and services have been combined into groups, and group indexes are available for Food, Clothing and Drapery, Housing, Household Supplies and Equipment, and Miscellaneous.

The indexes measure price movements in each city individually. They do not provide a comparison of the retail price level in any city with the retail price level of any other city. The base of the index for each capital city and for the weighted average, six capitals, is year 1952-53 = 100.0. Group indexes also have separate bases for each group.

The Consumer Price Index for Brisbane rose from 127.8 in March quarter, 1963, to 127.9 in June quarter, 1963, an increase of 0.1 per cent. compared with an increase of 0.2 per cent. in the previous quarter. For the year ended June, 1963, the increase in the index was 0.5 per cent.

During the quarter there was a decrease in the Food Group index to 130.2 from 130.3 in the previous quarter, a fall of 0.1 per cent. Meat prices were lower than in March quarter, 1963, but these decreases were partly offset by higher egg prices and very slight price rises for both potatoes and onions.

There was no change in the Clothing and Drapery Group during the quarter, the index number remaining at 117.0.

There was a small forward movement of 0.2 per cent. in the Housing Group, with the index number rising from 144.2 in the previous quarter to 144.5 in the quarter under review.

In the Household Supplies and Equipment Group the index number rose from 112.5 to 112.9, an increase of 0.4 per cent. The increase was attributable to small increases for each of a number of household articles.

The Miscellaneous Group index increased by 0.1 per cent., rising from 134.3 in March quarter to 134.4 in June quarter, 1963.

The Consumer Price Index increased in June quarter, 1963, in all capital cities, the greatest increase being in Adelaide and the smallest in Brisbane.

Percentage variations from the previous quarter were as follows:— Adelaide, +0.5;

Perth, +0.4; Sydney and Melbourne, +0.3; Hobart +0.2; and Brisbane, +0.1. The weighted average of the six capital cities showed an increase of 0.3 per cent.

Since the base year, 1952-53, the rise in the retail price level has been greatest in Hobart and Brisbane, while the smallest increase has occurred in Adelaide. Percentage increases from 1952-53 to June quarter, 1963, were as follows: - Hobart, 28.2; Brisbane, 27.9; Melbourne, 26.4; Sydney, 23.7; Perth, 22.8; and Adelaide 22.5. The rise in the weighted average index for the six capitals was 24.9 per cent. (It should be noted that these figures merely indicate rates of price rise in the separate cities, and do not represent in any way the relative absolute price levels in the different cities.)

COMMONWEALTH AND STATE BASIC WAGE RATES

Commonwealth and State basic wage rates are reviewed by the appropriate Industrial Authorities from time to time — in some cases at fairly regular intervals and in others as a result of special applications for variation of the wage rate. The last variation made by the Commonwealth Conciliation and Arbitration Commission was an addition of 12s. to the male basic wage, with corresponding adjustments to the female and juvenile rates, and operated from 7th July, 1961.

The Queensland Industrial Conciliation and Arbitration Act of 1961 abolished automatic quarterly reviews of the State basic wage, but the Industrial Commission was empowered to vary the wage after a general hearing on the applications of interested parties. Following such applications the Commission increased the basic wage by 4s. for males and 3s. for females as from 29th May, 1961, and, later, by 2s. for adult males and 1s. 6d. for adult females as from 6th May, 1963.

Current Commonwealth and State basic wage rates are shown in the following table.

Basic	Wage	Rates	-	Australian	Capital	Cities

	Commony	vealth Basi	c Wage	State Basic Wage			
Capital City	Males	Females	Date of Operation ^a	Males	Females	Date of Operation	
Brisbane	£ s. d. 13 10 0 14 15 0 14 7 0 14 3 0 14 8 0 14 14 0	£ s. d. 10 2 6 11 1 0 10 15 0 10 12 0 10 16 0 11 0 6	7.7.61 7.7.61 7.7.61 7.7.61 7.7.61 7.7.61	£ s. d. 14 6 0 15 3 0 14 7 0 14 3 0 15 1 6 14 14 0	£ s. d. 10 14 6 11 7 6 10 15 0 10 12 0 11 6 1 11 0 6	6. 5.63 1. 8.63a July, 61b 10. 7.61a 29. 7.63 July, 61b	

a From the first pay period commencing on or after the date shown.

S. E. SOLOMON

DEPUTY COMMONWEALTH STATISTICIAN

AND GOVERNMENT STATISTICIAN

320-330 Adelaide Street, BRISBANE

8th August, 1963

b Most Wages Boards adopted the Commonwealth rate during July, 1961.

Table 1 - Consumer Price Index - Total and Group Indexes - Brisbane (Year 1952-53 = 100.0)

Period	Food	Clothing and Drapery	Housing	Household Supplies and Equipment	Miscell- aneous	All Groups		
Year - 1953-54 1954-55 1955-56 1956-57 1958-59 1959-60 1960-61 1961-62 1962-63 Quarter - 1962 - June	103.4 104.1 107.7 111.5 113.0 119.8 124.2 130.4 130.8 129.8	100.9 101.3 102.2 104.7 107.8 109.4 111.9 115.1 116.7 117.0	101.6 104.7 110.5 118.4 123.9 128.4 132.6 137.6 140.5 144.0	101.7 102.5 102.6 106.5 108.3 109.0 110.6 111.3 113.0	101.7 102.0 108.0 118.9 120.5 123.6 125.6 129.5 133.3 134.4	102.0 102.9 106.3 112.0 114.4 118.2 121.2 125.4 127.3		
September December	129.3 129.5	116.9 117.0	143.2	113.1	134.3	127.5 127.6		
1963 - March June	130.3	117.0	144.2 144.5	112.5 112.9	134.3 134.4	127.8 127.9		
Percentage Increase or Decrease (-) on Previous Quarter								
Quarter - 1962 - June September December 1963 - March June	-1.5 -0.1 0.2 0.6 -0.1	0.1 0.1 - -	1.1 0.9 0.6 0.1 0.2	-0.2 0.1 -0.3 -0.3	- 0.1 -0.1 0.1	-0.3 0.2 0.1 0.2 0.1		

Table 2 - Consumer Price Index - Capital Cities (Year 1952-53 = 100.0 for Each City and for Six Capitals)

As the base for each city is 100.0, the indexes in the table below do not indicate relative <u>price levels</u> as between cities, but they may be used to compare relative <u>price movements</u> in the various cities.

Period	Sydney	Melbourne	Brisbane	Adelaide	Perth	Hobart	Weighted Average, Six Capitals
Year - 1953-54 1954-55 1955-56 1956-57 1957-58 1958-59 1959-60 1960-61 1961-62 1962-63	101.6 102.3 105.7 112.9 114.5 115.3 117.8 122.1 122.6 123.2	102.0 102.0 108.1 114.0 114.4 116.6 120.0 125.9 126.3 126.2	102.0 102.9 106.3 112.0 114.4 118.2 121.2 125.4 127.3 127.7	102.3 103.5 106.9 111.1 111.9 114.5 118.0 122.9 122.5 122.1	103.0 105.2 107.9 112.9 113.6 114.7 116.9 121.2 121.6 122.2	105.0 104.9 110.2 116.9 117.0 118.7 120.8 127.5 128.1 128.0	102.0 102.6 106.9 113.1 114.2 116.0 118.9 123.8 124.3
Quarter - 1962 - June September December 1963 - March June	122.3 122.7 123.2 123.3 123.7	125.9 126.2 126.2 126.0 126.4	127.3 127.5 127.6 127.8 127.9	121.9 121.9 121.9 121.9 122.5	121.8 122.1 121.7 122.3 122.8	127.5 127.6 128.2 128.0 128.2	124.0 124.3 124.4 124.5 124.9